

SENATE BILL 2649

By Gardenhire

AN ACT to amend Tennessee Code Annotated, Title 4;  
Title 9 and Title 12, relative to state depositories.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 9-4-107, is amended by adding the following as a new subsection:

( )

(1) On or after July 1, 2022, the state treasurer shall not enter into a contract or amendment with a state depository for the state's primary cash management banking services if the state depository has a policy that prohibits financing to companies in the fossil fuel industry; provided, however, that the state treasurer may award or enter into a contract or amendment with a state depository that has such a policy upon a determination that the services sought are necessary for the department of treasury or the state to perform its functions, and that absent such an exemption, the department of treasury or the state would be unable to obtain the services sought from another contractor.

(2) For the purposes of this subsection ( ), the term "companies in the fossil fuel industry" means entities with at least fifty percent (50%) of its annual revenue obtained from business operations involving natural gas, oil, kerosene, petroleum, coal, hydrocarbon product, or any form of solid, liquid, or gaseous fuel derived from such material to produce heat for the generation of electricity.

SECTION 2. This act takes effect July 1, 2022, the public welfare requiring it.